

(6) Payment of necessary reasonable administrative posts, such as workmen's compensation, liability insurance, and employer's share of social security and travel; and

(7) Payment of costs to undertake tests, make appraisals, and arrange for engineering/architectural services necessary for the planning activity.

(b) Up to 75 percent of the actual cost of developing or acquiring sites for housing, public facilities, or services for which financial resources are otherwise not available as set forth in the grant agreement, including but not limited to:

- (1) Necessary grading and leveling;
- (2) Sewer and water connections;
- (3) Necessary water and sewer lines to housing and public facilities sites;
- (4) Access roads to housing and public facilities sites;
- (5) Restoring previously mined sites;
- (6) Necessary engineering reports in connection with site development;
- (7) Payment of costs to undertake tests, make appraisals, and engineering/architectural services necessary for the site development and/or site acquisition;
- (8) Necessary legal fees involved in the transfer of the real property.

#### § 1948.58 [Reserved]

#### § 1948.59 Ineligible activities.

(a) Growth management and housing planning grant funds may not be used for:

- (1) Acquisition, construction, repair, or rehabilitation of existing housing and public facilities;
- (2) Replacement of, or substitution for, any financial support previously provided or assured from any other source which would result in a reduction of current efforts on the part of the applicant;
- (3) Duplication of current services;
- (4) Routine administrative activities not allowed under Federal Management Circular FMC 74-4, "Cost Principles Applicable to Grants and Contracts with State and Local Governments;"
- (5) Planning for areas other than approved designated areas;
- (6) Planning other than growth management and housing planning; or
- (7) Political activities.

(b) Grant funds for site development may not be used for:

- (1) Construction, repair, or rehabilitation of housing and public facilities;
- (2) Replacement of, or substitution for, any financial support previously provided or assured from any other source which would result in a reduction of effort on the part of the applicant;
- (3) Administrative expenses not allowed under FMC 74-4;
- (4) Purposes for which funding exists under other State or Federal programs that may reasonably be obtained on a timely basis by the applicants;
- (5) Duplication of current services; or
- (6) Political activities.

#### § 1948.60 Delegation and redelegation of authority.

The FmHA or its successor agency under Public Law 103-354 State Director is responsible for implementing the authorities contained in this subpart and may issue State supplements re-delegating these authorities to appropriate FmHA or its successor agency under Public Law 103-354 employees.

#### § 1948.61 State supplements and guides.

FmHA or its successor agency under Public Law 103-354 State Directors will obtain National Office clearance for all State supplements and guides in accordance with paragraph VIII of FmHA Instruction 021.2, (available in any FmHA or its successor agency under Public Law 103-354 office).

(a) *State supplements.* State Directors may supplement this subpart as appropriate to meet State and local laws and regulations and to provide for orderly application processing and efficient service to applicants. State supplements shall not contain any requirements pertaining to designations, designation approval, or plan approvals more restrictive than those in this subpart.

(b) *State guides.* State Directors may develop guides for use by applicants if the guides to this subpart are not adequate. State Directors may prepare guides for: items needed for the application; items necessary for the docket; and items required prior to grant closing or construction starts.